

FISCAL NOTE

HB 326 - SB 848

February 24, 1997

SUMMARY OF BILL: Provides that, if allowed by federal law, employers participating in school-to-work programs, or similar programs, may elect to be exempted from paying unemployment insurance premiums on participants of such programs.

ESTIMATED FISCAL IMPACT:

MINIMAL

Participants in such programs are usually exempt from the Unemployment Insurance Program; however, the Department of Employment Security has stated that provisions of the bill may place the department out of conformity with federal statute and could jeopardize the 5.4% FUTA tax credit received by Tennessee employers.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first name "James" being the most prominent.

James A. Davenport, Executive Director

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